

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **THURSDAY, NOVEMBER 13, 2008**, upon the application of **CHESAPEAKE OPERATING, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone, Reservoir A**, in the Greenwood-Waskom Field, Caddo Parish, Louisiana.

1. To create one (1) additional drilling and production unit for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate a unit well for the proposed unit, if appropriate.
4. To designate Chesapeake Operating, Inc. as the operator of the proposed unit, if appropriate.
5. To provide that any future horizontal wells drilled to the Haynesville Zone, Reservoir A, in the proposed unit, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary or other well completed in, drilling to, or for which a permit has granted to drill, to said reservoir, will be calculated based on the distance to the nearest perforations in the well and not based on the penetration point or terminus.
6. To provide that any future well drilled to the Haynesville Zone, Reservoir A, within or outside of the proposed unit, should be located no closer than 330 feet from any unit boundary and no closer than 660 feet to any other well completed in, drilling to, or for which a permit has been granted to drill to said reservoir.
7. To extend to the proposed unit, to the extent not inconsistent herewith, all pertinent provisions of Office of Conservation Order No. 270-MM, effective June 19, 2007, as amended and supplemented by the 270-MM Series of Orders.
8. To consider such other matters as may be pertinent.

The Haynesville Zone was previously defined in Order No. 270-MM, effective June 19, 2007, and is hereby redefined INsofar AND ONLY INsofar as to the unit designated HA RA SUI created herein, as being that gas and condensate bearing zone encountered between the depths of 9,828' and 11,145', electric log measurements, in the Encore Operating Louisiana, LLC (formerly Greystone Oil & Gas, LLP)-Querbes No. 2 Well (SN 236852), located in Section 29, Township 16 North, Range 16 West.

A plat is available for inspection in the Office of Conservation in **Baton Rouge and Shreveport**, Louisiana.
www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

**JAMES H. WELSH
COMMISSIONER OF CONSERVATION**

Baton Rouge, LA

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.